STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING 1594 West North Temple – Suite 1210

Box 145801

Salt Lake City, Utah 84114-5291 Telephone: (801) 538-5291 Fax: (801) 359-3940

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I.	Genera	ral information	
	1.	Report Time Periods: From (mo./yr.) Jan. 2003 To (mo./yr.) Dee	2003
	2.	DOGM File Number (Mine No.)S/470/065	
	3.	Mine Name: Tom Taylor	
	4.	Mineral(s) Mined (or permitted to mine): Gilsonite	
	5.	Type of Mine: □ Surface Mine or X <u>Underground Mine</u>	
	6.	Legal Description (Location of Lands Affected):	
		N 1/2, 1/4, Section 3 , Township_10S	_, Range24E
		1/4, 1/4, Section , Township	, Range
		N1/2,1/4,1/4, Section3, Township_10S	, Range
	7.	Name of Operator or Company: Ziegler Chemical & Mineral Corp.	
	8.	Permanent Street Address: 30 Jericho Executive Plaza, Suite 300C	
		City, State, Zip: Jericho, New York 11753-2710	
		Phone: (516) 876-0550 Fax: (516) 876-0554	
	9.	Company Representative (or designated operator):	
		Name: Stan Wagner	
		Title: Mine Superintendent	
		Business Address: Star Route	
		City, State, Zip: Vernal, Utah, 84078	
		Phone: (435) 789-3593 Fax: (435) 789-3593	
		Please check if any of the above information has changed since previous years.	ar.
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II.	Mining	ng and Reclamation	
11.	William	ig una rectamation	
	1.	Was there any mine related activity during the past year? Yes X	У о п
	2.	If no, what was the last year of activity?	
	3.	If yes, how much ore or mineral was mined: 2,370 ton	
	3.	if yes, flow inden ofe of infineral was fiffied. 2,370 ton	
		self (10 m)	
		REC	EIVED
	4)	(76/N, //, (///))	

DIV OF OIL GAS & MINING

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FORM MR-AR (Revised 3/98)

4. Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.

No additional work has been preformed.

- 5. How much additional acreage was disturbed during the past year? None
- 6. How much acreage was reclaimed during the past year. None
- 7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.

None

- 8. What is the total disturbed acreage of entire project at years end? 2.5 acres.
- 9. Briefly summarize any mining and/or reclamation plans for the upcoming year.

If the B.L.M. ever gives us permission Z.C.M.C. will start another mine site to provide an escape-way for the miners. While we are waiting we will continue to mine at this site.

NOTE: Section III., "Additional Information" applies only to <u>large mining operations</u>.

III. Additional Information

- 1. An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.
- 2. Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Printed):

Stan Wagner

Title of Operator:

Mine Superintendent

Signature of Operator:

January 19, 2004

Date:

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